



STATE OF ARKANSAS
**Department of Finance
and Administration**

OFFICE OF THE SECRETARY

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March 23, 2020

The Honorable Cecile Bledsoe, Co-Chair
The Honorable Jeff Wardlaw, Co-Chair
Arkansas Legislative Council
State Capitol
Little Rock, Arkansas 72201

Dear Senator Bledsoe and Representative Wardlaw:

In accordance with the provisions of Arkansas Code, §10-3-1404, I am notifying you of a revision to the Official Revenue Forecast on March 23rd, 2020.

A downward revision in the FY 2020 forecast of -\$353.1 million is now instituted as of this date. The forecast revision now reflects \$5,384.0 million in Net Available revenue for FY 2020.

This revision is necessary because of the extraordinary impact from business and consumer shutdowns and projected revenue shortfalls resulting from COVID-19 and the Governor's announced shifting of tax filing and payment deadlines.

Sincerely,


Larry W. Walther
Secretary

LWW/jps

**Official General Revenue Forecast
FY 2019 - 2020**

Millions of Dollars

	FY 19			03/23/20 Estimate	FY 20	
	Actual	Increase	% CH		Increase	% CH
INDIVIDUAL INCOME	3,520.0	160.5	4.8	3,242.7	-277.3	-7.9
CORPORATE INCOME	570.2	163.5	40.2	434.0	-136.2	-23.9
SALES and USE TAX	2,465.0	47.5	2.0	2,514.6	49.6	2.0
ALCOHOLIC BEVERAGE	60.5	1.2	2.0	62.3	1.8	3.0
TOBACCO	212.0	-7.8	-3.6	205.0	-7.0	-3.3
INSURANCE	161.6	46.6	40.6	120.7	-40.8	-25.3
RACING	2.0	-0.1	-6.7	2.1	0.0	1.9
GAMING	69.7	5.2	8.1	37.1	-32.6	-46.8
SEVERANCE	10.2	0.2	2.5	7.4	-2.8	-27.2
CORPORATE FRANCHISE	8.0	0.0	0.0	8.0	0.0	0.0
REAL ESTATE TRANSFER	2.6	0.0	0.0	2.6	0.0	0.0
MISCELLANEOUS	62.0	0.6	0.9	58.7	-3.4	-5.4
TOTAL GROSS	7,143.9	417.3	6.2	6,695.2	-448.7	-6.3
LESS: SCS/COF	220.2	11.7	5.6	207.6	-12.6	-5.7
INDIVIDUAL REFUNDS	507.5	14.1	2.9	586.3	78.8	15.5
CORP REFUNDS	62.7	19.9	46.5	55.3	-7.4	-11.8
CLAIMS RESERVE	0.0	0.0	0	10.0	10.0	0
ECON DEV INCENTIVE	11.4	-1.0	-8.1	23.4	12.0	105.3
RECYCLING TAX CREDIT	16.0	0.0	0.0	16.0	0.0	0.0
AMENDMENT 82 BOND	5.3	0.0	0.0	5.3	0.0	0.0
WATER/SWR BONDS	14.8	0.0	0.0	14.8	0.0	0.0
COLL SVNGS BONDS	23.2	0.0	0.0	24.0	0.8	3.4
MLA CITY/CO TOURIST	0.9	0.0	0.0	0.9	0.0	0.0
EDUC EXCEL TRUST	331.2	10.9	3.4	337.7	6.5	2.0
DESEGREGATION	0.0	-65.8	-100.0	0.0	0.0	0.0
EDUCATIONAL ADQCY	29.3	1.0	3.5	29.9	0.6	2.0
NET AVAILABLE	5,921.4	426.5	7.8	5,384.0	-537.4	-9.1
LESS: SURPLUS	295.4	295.4				
NET AVAILABLE DISTRIBUTION	5,626.0	131.1	2.4	5,384.0	-242.0	-4.3